

State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

DOGM MINERALS PROGRAM FILE COPY

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340

January 30, 1990

Mr. L. D. McGeath Smith & Ardussi, Incorporated 201 Elliott Avenue W. Suite 205 Seattle, Washington 98119

Dear Mr. McGeath:

Re: Transfer of Operations, White Mountain Mine, M/027/001, Millard County, Utah

Pursuant to our January 30th phone conversation, I have enclosed a copy of the rules for Small Mining Operations and a Small Mining Operation Notice of Intention application form. You will need to complete this form and file it with this Division for the White Mountain Mine.

By completing the SMO application form, Smith & Ardussi, Inc. will effectively assume the formal reclamation obligations for this mine site as a small mining operation. A small mining operation designation does not require posting of a reclamation surety. This will enable the Division to release White Mountain Gypsum Company, Inc.'s reclamation surety for this site.

We will need to confirm that the site disturbance is 5 or less acres of surface disturbance prior to our release of the surety bond. We will schedule a field inspection accordingly. Thank you for your cooperation in completing this transfer action. If you have any questions or need assistance, please do not hesitate to contact me.

Sincerely,

D. Wayne Hedberg

Permit Supervisor/Reclamation

Hydrologist

jb Enclosure MN3/61